

Kennecott Barneys Canyon Mining Company
8200 South 9600 West
P.O. Box 311
Bingham Canyon, UT 84006-0311
(801) 569-7000
FAX (801) 569-7190

M/035/009

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DIV. OF OIL, GAS & MINING

July 16, 2004

Mr. Daron Haddock, Permit Supervisor
Minerals Reclamation Program
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801

Subject: Response to June 25th, 2004 DOGM Site Inspection, Kennecott Barneys Canyon Mine, Permit M/035/009, Salt Lake County, Utah.

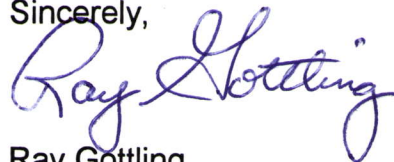
Dear Mr. Haddock:

We have received the subject inspection summary and agree with the identified conclusions and recommendations. Barneys Canyon will continue to monitor the reclaimed areas for vegetative success in addition to signs of erosion. Marginal or bare areas located along the sides of the reclaimed dump where erosion reduction mats are located will be vegetated this fall with a native seed mix along with some seedlings. Prior to vegetating, a list of the proposed seed mix and suggested seedlings will be sent to DOGM for review.

The deep rill, which runs approximately 100 feet down the slope on one of the upper reclaimed dumps will continue to be monitored, particularly after storm events. Continued monitoring will assist in determining whether the erosion was a result of an isolated storm event prior to vegetating or part of an ongoing erosion problem.

Barneys Canyon would like to thank DOGM staff members Daron Haddock, Lynn Kunzler and Doug Jensen for taking the time to meet with us and inspect the site. We believe the cooperation and communication between Barneys Canyon and DOGM has been a major factor in the successful reclamation of the mine site and we look forward to working with DOGM on future reclamation strategies. Please feel free to call me at 569-7110 or Vicky Peacey (569-7118) if you have any questions or concerns.

Sincerely,



Ray Gottling,
Operations Manager